



August 9, 2005

Terranext, LLC  
Attn: Kim Martin  
155 S. Madison Suite 311  
Denver, CO. 80209

Re: State of Arizona- Solicitation SCC060000

Dear Kim:

Per your request please note this letter will confirm Terranext LLC has the capability to provide adequate coverage's in the minimum amounts stated in section 4.32 of the Special Terms and conditions for Solicitation SCC060000. A certificate of insurance meeting these minimum amounts will be issued upon contract award.

Should any additional information be required please do not hesitate to contact our office.

Sincerely,

Sam Taylor  
Account Manager  
303-414-6464



August 5, 2005

To: Arizona Department of Quality

RE: Terranext, LLC

To Whom It May Concern:

Lockton Companies of Colorado, Inc., handles the surety bond needs for Terranext, LLC. Their bonds have been underwritten by Bond Safeguard Insurance Company and issued through our office.

Since inception, Terranext, LLC has developed an excellent reputation with owners, subcontractors and suppliers, and we highly recommend this competent, professional company to you. Bond Safeguard Insurance Company will positively consider providing performance and payment bonds on behalf of Terranext for single projects up to approximately \$500,000.

This letter is not an assumption of liability, nor is it a bid bond or a performance bond. It is issued only as a letter of recommendation requested from us by our client. If you should have any questions or require further information, please feel free to contact us.

Best regards,

LOCKTON COMPANIES OF COLORADO, INC.

Shelley Czajkowski  
Assistant Vice President, Surety

cc: Terranext, LLC